

A. INTRODUCTION

- 1.1 Delhi Transco Limited (DTL), the Transmission Licensee in Delhi, has filed the Petition for Approval of True-up of Expenses of FY 2020-21 and determination of Aggregate Revenue Requirement (ARR) & Tariff for FY 2022-23.
- 1.2 This Executive Summary contains the summary of the Petition filed by DTL for True up of FY 2020-21 and approval of ARR for FY 2022-23.
- 1.3 The Commission shall true-up the expenses of FY 2020-21, ARR and Tariff for FY 2022-23 for DTL based on the provisions of *DERC (Terms and Conditions for Determination of Tariff) Regulations, 2017* and *DERC (Business Plan) Regulations, 2019*, after prudence check.
- 1.4 The figures of various components in the Executive Summary have been extracted from the Petition filed by DTL and the complete petition is also available on DERC website <http://www.derc.gov.in>.

B. TRUE-UP OF FY 2020-21

- 1.5 As per the Regulation-111 of *DERC (Terms and Conditions for Determination of Tariff) Regulations, 2017*, the Annual Fixed Cost (AFC) of a Transmission system shall consist of the following components:
- a. Return on Capital Employed
 - b. Depreciation; and
 - c. Operations and Maintenance Expenses
- 1.6 The figures of various components in the Executive Summary have been extracted from the Petition filed by DTL for ease of understanding of various stakeholders. The details of true-up of FY 2020-21 are as follows:

Table 1: True-Up of ARR of FY 2020-21 (Rs. Cr.)

Sr. No.	Particulars	Allowed in Tariff Order dated 28/08/2020	As claimed in True up
1	O&M Expenses	338.62	443.49
2	Depreciation	262.28	282.14
3	Return on Capital Employed	456.65	378.69
4	Income Tax		250.21
5	Additional Past Power Purchase Liability	0.00	0.46
6	Less: Non-Tariff Income	26.59	(4.52)
7	Less: Income from other Business	-	-
Aggregate Revenue Requirement (ARR)		1030.96	1359.52
Surplus/ (Deficit)			(328.56)

- 1.7 For FY 2020-21, DTL has been billing to Distribution Companies (DISCOMs) on the basis of Transmission Tariff approved by the Commission vide Tariff Order dated 28/08/2020. For The impact of deficit of amount of Rs. 328.56 Crore on account of True-up of ARR for FY 2020-21 shall be dealt separately after prudence check.

C. ARR FOR FY 2022-23

- 1.8 The details of ARR submitted for FY 2022-23 are as follows:

Table 2: Aggregate Revenue Requirement for FY 2022-23 (Rs. Cr.)

Sr. No.	Particulars	FY 2022-23
1	O&M Expenses	464.32
2	Depreciation	323.47
3	Return on Capital Employed	534.53
4	Less: Non Tariff Income	(4.49)
5	Less: Income from other Business	-
Aggregate Revenue Requirement (ARR)		1326.81

Table 3: Balance impact of Past True-Ups and DVB Arrears (Rs. Cr.)

Sr. No.	Particulars	FY 2020-21	FY 2021-22
1	Opening Gap	17.78	344.42
2	Addition on account of True-Up of FY 2020-21	328.56	0.00
3	Amortization in Previous ARR Orders	17.43	1.16
4	Carrying Cost Rate	8.95%	8.95%
5	Carrying Cost	15.51	30.77
6	Closing Gap	344.42	374.04